

District I  
1625 N. French Dr., Hobbs, NM 88240  
District II  
1301 W. Grand Avenue, Artesia, NM 88210  
District III  
1000 Rio Brazos Road, Aztec, NM 87410  
District IV  
1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy Minerals and Natural Resources

Form C-141  
Revised October 10, 2003

Oil Conservation Division  
1220 South St. Francis Dr.  
Santa Fe, NM 87505

Submit 2 Copies to appropriate  
District Office in accordance  
with Rule 116 on back  
side of form

**Release Notification and Corrective Action**

**OPERATOR**

Initial Report  Final Report

|   |                             |
|---|-----------------------------|
| Name of Company ConocoPhillips Company                    | Contact Jesse A. Sosa       |
| Address 3300 N. "A" St., Bldg. 6 #247 Midland, TX 79705-5 | Telephone No. (505)391-3126 |
| Facility Name Lockhart A27 Well #10                       | Facility Type Oil           |

|                   |                   |                     |
|-------------------|-------------------|---------------------|
| Surface Owner BLM | Mineral Owner BLM | Lease No. LC032096A |
|-------------------|-------------------|---------------------|

**LOCATION OF RELEASE API# 30.025.06795.00.00**

| Unit Letter | Section | Township | Range | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-------------|---------|----------|-------|---------------|------------------|---------------|----------------|--------|
| G           | 27      | 21S      | 37E   | 1980          | North            | 1980          | East           | Lea    |

Latitude \_\_\_\_\_ Longitude \_\_\_\_\_

**NATURE OF RELEASE**

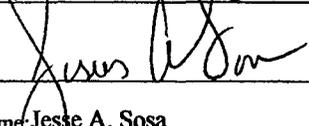
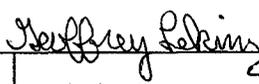
|  |  |                              |
|--|--|------------------------------|
| Type of Release Oil  | Volume of Release 14                         | Volume Recovered 10          |
| Source of Release Flowline   | Date and Hour of Occurrence 12/18/07 3:00 pm | Hour of Discovery 12/18/07 4 |
| Was Immediate Notice Given?<br><input checked="" type="checkbox"/> Yes <input type="checkbox"/> No <input type="checkbox"/> Not Required | If YES, To Whom?<br>NMOCD & BLM              |                              |
| By Whom? Jesse Sosa  | Date and Hour 12/19/2007 9:00 am             |                              |
| Was a Watercourse Reached?<br><input type="checkbox"/> Yes <input checked="" type="checkbox"/> No  | If YES, Volume Impacting the Watercourse.    |                              |

If a Watercourse was Impacted, Describe Fully.\*  
  
WATER @ 56'

Describe Cause of Problem and Remedial Action Taken.\*  
Tuesday December 18, 2007 at 3:00 pm an MSO found a spill at the Lockhart A27 Well #10 located 18 miles south of Hobbs NM. There was an accidental discharge of 14 BO from a flowline part due to stress and internal corrosion on 2 inch collar located on the line.

Describe Area Affected and Cleanup Action Taken.\*  
Affected area was 15 feet X 140 feet. Leak was on caliche pad and road. MSO called a vacuum truck out and 10 BO was recovered. No cows were present. Area will be remediated in accordance with NMOCD and BLM guidelines.

I hereby certify that the information given above is true and complete to the best of my knowledge and understand that pursuant to NMOCD rules and regulations all operators are required to report and/or file certain release notifications and perform corrective actions for releases which may endanger public health or the environment. The acceptance of a C-141 report by the NMOCD marked as "Final Report" does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that pose a threat to ground water, surface water, human health or the environment. In addition, NMOCD acceptance of a C-141 report does not relieve the operator of responsibility for compliance with any other federal, state, or local laws and/or regulations.

|  |  |                    |
|--|--|--------------------|
| Signature:  | <b>OIL CONSERVATION DIVISION</b>   |                    |
| Printed Name: Jesse A. Sosa  | Approved by ENV ENGINEER: District Supervisor:  |                    |
| Title: HSER Lead   | Approval Date: 04/15/10  | Expiration Date: — |
| E-mail Address: Jesse.A.Sosa@conocophillips.com  | Conditions of Approval:  |                    |
| Date: 12/19/2007 Phone: (505)391-3126  | Attached <input type="checkbox"/><br>IRP-10.4.2480   |                    |

\* Attach Additional Sheets If Necessary

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT

FORM APPROVED  
OMB No 1004-0137  
Expires March 31, 2007

**SUNDRY NOTICES AND REPORTS ON WELLS**

Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

|   |  |
|---|--|
| 1. Type of Well<br><input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other    | 5. Lease Serial No.<br>LC 032096A                  |
| 2. Name of Operator<br>ConocoPhillips Company   | 6. If Indian, Allottee or Tribe Name               |
| 3a Address<br>3300 N. "A" Street, Bldg. 6 #243 Midland TX 79705-5402  | 7. If Unit or CA/Agreement, Name and/or No.        |
| 3b Phone No. (include area code)<br>688-6818  | 8. Well Name and No.<br>Lockhart A-27 #10          |
| 4. Location of Well (Footage, Sec., T., R., M., or Survey Description)<br>1980' FNL & 1980' FEL, Sec 27, T-21S, R-37E, Unit Ltr "G" | 9. API Well No.<br>30-025-06795                    |
|   | 10. Field and Pool, or Exploratory Area<br>Paddock |
|   | 11. County or Parish, State<br>Lea<br>New Mexico   |

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

| TYPE OF SUBMISSION                                    | TYPE OF ACTION  |
|---|---|
| <input type="checkbox"/> Notice of Intent             | <input type="checkbox"/> Acidize <input type="checkbox"/> Deepen <input type="checkbox"/> Production (Start/Resume) <input type="checkbox"/> Water Shut-Off                                   |
| <input checked="" type="checkbox"/> Subsequent Report | <input type="checkbox"/> Alter Casing <input type="checkbox"/> Fracture Treat <input checked="" type="checkbox"/> Reclamation <input type="checkbox"/> Well Integrity                         |
| <input type="checkbox"/> Final Abandonment Notice     | <input type="checkbox"/> Casing Repair <input type="checkbox"/> New Construction <input type="checkbox"/> Recomplete <input checked="" type="checkbox"/> Other Location<br><u>Reclamation</u> |
|   | <input type="checkbox"/> Change Plans <input type="checkbox"/> Plug and Abandon <input type="checkbox"/> Temporarily Abandon  |
|   | <input type="checkbox"/> Convert to Injection <input type="checkbox"/> Plug Back <input type="checkbox"/> Water Disposal  |

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Remediate flowline spill  
Remove contaminated soil  
Dig out 6" to 2' of contaminated soil to clean dirt.  
Removed 150 yds of contaminated soil and hauled to Sundance Disposal in Eunice, NM  
Replaced with caliche base coarse  
Reguild location and roadway to grade and compact  
Trish Babear was notified when job was completed on 12/21/07

**RECEIVED**  
SEP 22 2009  
HOBBSOCO

**ACCEPTED FOR RECORD**

SEP 19 2009

*J. [Signature]*  
BUREAU OF LAND MANAGEMENT  
CARLSBAD FIELD OFFICE

14. I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)

Gay Thomas

Title Regulatory Technician

Signature

*Gay Thomas*

Date

4-10-08

**THIS SPACE FOR FEDERAL OR STATE OFFICE USE**

|   |             |            |
|---|-------------|------------|
| Approved by _____   | Title _____ | Date _____ |
| Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. |             |            |
| Office _____  |             |            |

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.